

FISCAL NOTE

SB 537

February 24, 1997

SUMMARY OF BILL: Creates the Tennessee Real Property Inspectors Act of 1997. This bill requires the licensure of real property inspectors and places such authority with the Tennessee Real Estate Commission within the Department of Commerce and Insurance. It also creates Class A Misdemeanors for violations of certain provisions of this bill.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - Exceeds \$100,000

**Increase State Expenditures - \$69,000 - Recurring
\$26,000 - One-Time**

Increase Local Government Revenues - Not Significant

Increase Local Government Expenditures - Not Significant

Estimate assumes: (1) approximately 700 licenses will be issued for real estate inspectors; (2) the licensing fee will be set so that it covers expenditures; and (3) any increase in local government expenditures for incarceration versus the resultant increase in local government revenues from fines collected and imposed will not be significant.

<u>State Expenditures</u>	<u>Recurring</u>	<u>One-Time</u>
1 Clerk 3	\$15,000	\$
1 Auditor 2	23,000	
Benefits	9,000	
Operational Expenses	20,000	
Computer Equipment		8,000
Office Furnishings		3,000
Licensure Exam Contracts		<u>15,000</u>
Print Annual Roster	<u>2,000</u>	
TOTAL	<u>\$69,000</u>	<u>\$26,000</u>

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director